FISCAL MEMORANDUM HB 743 – SB 738

April 16, 2007

SUMMARY OF AMENDMENT (006153): Deletes language of the original bill. Requires utility districts operating public water systems to include in their annual audit the average annual unaccounted for water loss percentage; requires the Comptroller of the Treasury to provide a written report by February 1 of each year to the chairs of the House Conservation and Environment Committee and the Senate Environment, Conservation and Tourism Committee. Such annual report shall identify utility districts with unaccounted for water loss and the extent of any such unaccounted for water loss. Creates additional powers for the Utility Management Review Board and the Wastewater Financing Board to address excessive unaccounted for water loss for such utility districts.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Expenditures - \$131,000

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

Increase State Expenditures - Not Significant

Assumptions applied to amendment:

- According to the Tennessee Regulatory Agency (TRA), this bill as amended will not have a fiscal impact upon the agency.
- According to the Office of the Comptroller, administrative costs to the Utility Management Review Board and the Water and Wastewater Financing Board will increase by an amount considered not significant.
- The additional reporting requirements by the Comptroller are estimated to increase state expenditures by an amount considered not significant.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director

/rnc